

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Agriculture & Cooperation Department – Extend the Government Guarantee to the Andhra Pradesh State Seeds Development Corporation Limited (APSSDCL) for an amount of Rs.110.00 crores, for seed procurement and distribution activity during Rabi 2025-26, subject to stipulated terms and conditions – Orders – Issued.

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AGRICULTURE & COOPERATION (AGRI.II) DEPARTMENT

**G.O.RT.No. 962
2025**

Dated: 30-10-

Read the following:

1. E-file received from the V.C & Managing Director, APSSDC Limited, Vijayawada, E.file No. APSDC-13054/1/2025-ACCDIV, Dt:19.10.2025.
2. U.O. Note from the Finance (FMU-A&C, AHDD&F, CS) Department, No. FIN01-FMU0PC(AC)/52/2025-FMU-AC-CS-AH, Computer No: 3012508, Dt:24.10.2025.

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ORDER:

In the circumstances reported by the Vice-Chairman & Managing Director, Andhra Pradesh State Seeds Development Corporation (APSSDC) Limited, Vijayawada in the reference read above, and in view of the concurrence of the Finance Department, Government, after careful examination of the matter, hereby extend the Government Guarantee for an amount of Rs.110.00 Crore along with provision for interest on the loan to be availed by Andhra Pradesh State Seeds Development Corporation Limited from the Indian Overseas Bank for seed procurement and distribution activity during Rabi 2025-26, subject to the following conditions:

- i. The Guarantee will be valid for the entire tenure of the loan period.
- ii. The Guarantee is extended for the Principal and interest part.
- iii. The corporation to negotiate rate of interest and ensure to bring it at-least on par MCLR rates. Further, to ensure zero foreclosure charges clause in the agreement.
- iv. Submission of repayment schedule of Principal and Interest along with the details such as interest rate, tenure, moratorium period etc conditions if any.
- v. The Govt. Guarantee shall come into force only in the event of failure to pay the obligations to the lending institution by the APSSDCL.

(P.T.O)

- vi. The deed shall not be valid, unless it is signed by the authorized officer of the Finance dept., Govt. of AP.
- vii. The APSSDCL shall meet the debt servicing from it's own resources.
- viii. Borrower has to pay 2% Guarantee Commission on the Guaranteed amount.

2. The Vice-Chairman & Managing Director, Andhra Pradesh State Seeds Development Corporation Limited, Vijayawada shall take further necessary action accordingly, in the matter.

3. This order is issued with the concurrence of Finance (FMU-A&C, AHDD&F, CS) Department, vide their U.O.No. FIN01-FMU0PC(AC)/52/2025-FMU-AC-CS-AH, Computer No: 3012508, Dt:24.10.2025.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**B. RAJSEKHAR,
EX-OFFICIO SPECIAL CHIEF SECRETARY TO GOVERNMENT**

To

The Vice-Chairman & Managing Director, APSSDC Limited, Vijayawada

Copy to:

The Commissioner & Director of Agriculture, A.P., Guntur.

The P.S to Additional Secretary to Hon'ble Chief Minister.

The P.S. to Hon'ble Minister (Agri.).

The P.S. to E.O. Special Chief Secretary to Government (Agri.).

The Finance (FMU-A&C, AHDD&F, CS) Department.

SF/SC(C. No. 3009567)

//FORWARDED :: BY ORDER//

SECTION OFFICER